Credit to ET&T against dead inventories

2355. SHRI E. BALANANDAN: Will the PRIME MINISTER be pleased to state:

(a) whether it is a act that the bankers for Electronics Trade and Technology Development Corporation Limited have extended credit to the Corporation dead inventories; and

(b) the details of loans alongwith the interest paid during the last three years and the corrective action Government propose to take in the matter?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS AND MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS, DEPARTMENTS OF ELECTRONICS AND OCEAN DEVELOPMENT (SHRI EDUARDO FALEIRO): (a) and (b) No, Sir. However, the detais of loans and interest paid by the ET&T during the last three years are as follows:

Rs. in lakh s

Year	Loan	Interest
1990-91	976.87	193.74
1991-92	1232.41	199.77
1992-93	785.01	168.38

Financial iregularitits in ET&T

2356. SHRI E. BALANANDAN: Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that the Electronics Trade and Technology Development Corporation Limited, had grumbled the accounts during the year 1991-92 to show profit;

(b) whether it is also a fact that the profit of Rs. 7 lakhs as on 31st March, 1992 was shown inspite of the fact that the provisional accounts till 31st March, 1992 showed a net loss of Rs. 4.50 crores: and

(c) whether it is also a fact that during 1992-93, the ET&T prepared a balance sheet showing profit of Rs. 13 lakhs by suppressing facts and figures and later on a factual balance sheet was prepared showing a loss of Rs. 4.41 crores?

THE MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS AND MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS, DEPARTMENTS OF ELECTRONICS AND OCEAN DEVELOPMENT (SHRI EDUARDO FALEIRO): (a) No, Sir.

(b) It is a fact that the ET&T has made a profit of Rs. 7.51 lakhs for the year ending 31-3-92. The provisional accounts were rough estimates only which have been corrected in the final accounts as per actual figures.

(c) ET&T prepared their accounts for the year 1992-93 anticipating certain changes in the accounting policies. These proposed changes in according policies were, however, not approved by the Board of ET&T. Therefore, the same had not been given effect and consequently accounts were made without those changes in the accounting policies. There was no suppression of facts and figures.

ET&T running into losses

2357. SHRI E. BALANANDAN: Will the PRIME MINISTER be pleased to state:

(a) whether it is a fact that Electronics Trade and Technology Development Corporation Limited is running into losses for the second consecutive year;

(b) whether it is also a fact that inspite of running into losses, the Corporation has spent a lot of money on purchase of artificial plants etc. without purchase procedures; and

(c) if so, the details of amount spent and the corrective action Government propose to take in this regard?